Statement

(1) The Governing Body of a Stock Exchange, shall be reconstituted such that the brokers shall be represented on the Governing Board only to the extent of fifty percent and the remaining fifty percent would be Government and Public Representatives. Apart from this, each Exchange shall have an Executive Director who shall be a member of the Governing Board.

(2) The Executive Director of a Stock Exchange will have to give effect to the directives, guidelines and orders issued by the SEBI in order to implement the applicable provisions of law, rules, regulations as also the rules or the Articles of Association, regulations and bye-laws of the Stock Exchange, failing which he will be liable to be removed.

(3) Where a member-broker has been elected for two consecutive terms on the Governing Body, shall not offer himself for re-election for a further period of two years.

(4) The President and Vice President shall not be eligible for re-election for a period of one year if they have held such office for two consecutive terms.

(5) The arbitration, disciplinary and default committees will be reconstituted so that sixty percent of the members of the said committees are persons other than members of the Stock Exchange.

Security Arrangements in Nationalised Banks

1912. SHRIMATI CHANDRIKA ABHINANDAN JAIN: Will the Minister of FINANCE be pleased to state:

(a) whether all branches of the nationalised banks in Bombay have employed armed security guards to protect the property and lives of the employees in case of dacoity in the banks;

(b) what kind of weapons have been given to these armed guards: and

(c) whether Government will advise the banks to consider arming their guards with modern and sophisticated weapons rather than arming them with rifles and guns?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND THE MINISTER OF STATE IN THE MINISTRY OF PARLIAMENTARY AFFAIRS (DR. ABRAR AHMED): (a) In accordance with the extant instructions, the guarding parameters for bank branches in the country including Bombay are as follows:

(i) Currency Chest branches: At least 2 Police or own guards with fire arms

(ii) High Risk branches: 2 armed guards

(iii) Normal Risk branches: 1 armed guard;

(iv) Low Risk branches : At the descretion of the Management;

(b) Presently bank armed guards are provided with DBBL guns and Police armed guards have 303 rifles.

(c) It has been decided to replace available arms with 12 Bore Pump Action Shot guns.

Mutual Funds registered with SEBI

1913. SHRI V. GOPALSAMY:
SHRI PASUMPON THA. KIRUTTINAN:

Will the Minister of FINANCE be pleased to state:

(a) what is the number of foreign financial institutions that have been registered with the Securities and Exchange Board of India;

(b) what is the amount of funds they have invested so far in the capital market;

(c) what was the estimated amount of investment;

(d) whether it is a fact that Government are planning to bring Unit Trust of India and Mutual Fund operations under SEBI, if so, whether any modalities have been worked out;

(e) what is the number of mutual funds that are operating in the country as on date;

(f) whether any more private mutual funds have been approved by the SEBI: and

(g) If so, what are the details of each approved mutual fund including the location on headquarters, capital to be raised, public investment permitted etc?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND THE MINISTER OF STATE IN THE MINISTRY OF PARLIAMENTARY AFFAIRS (DR. ABRAR AHMED): (a) Since the announcement of the scheme on 14-9-92, 55 Foreign Institutional Investors (FIIs) have been registered with the Securities and Exchange Board of India.

(b) On the basis of the reports received from the custodians of the Foreign Institutional Investors (FIIs) for transactions till August 4, 1993, the total investments by FIIs are Equal to US $ 100 million (Rs. 310 crore at the current rate of Exchange).

(c) No such estimate was made at the time of announcement of this policy in the Budget Speech on 29-2-1992.

(d) Yes Sir, the Government is planning to bring Unit Trust of India's (UTI) Mutual Fund operations under the Securities and Exchange Board of India. The modalities are being worked out in consultation with SEBI and UTI.

(e) There are eight mutual Funds sponsored by Banks and investment institutions operating in the country as on date.

(f) and (g) Yes Sir, SEBI has so far granted in principle approval to 14 sponsors in private sector to set up mutual funds in accordance with the provisions of SEBI's (Mutual Fund) Regulations, 1993. The details in regard to location of headquarters of these private sector mutual funds are given in the Statement (*See* below).

The private sector mutual fund sponsors can launch both open ended and close ended scheme. The mutual funds' regulations specify the minimum amount to be raised under open ended and close ended scheme. Though in the offer document the target amount for the scheme has to be specified, it is difficult to estimate the amount these mutual funds would mobilise since it also depends on market conditions and perceptions of the investing public.

Statement

Name of Companies	Location
1	2
1. Tata Sons Ltd.	Bombay House, 24, Homi Mody Street, Bombay-400001.
2. 20th Century Finance Ltd. . . .	1201, Raheja Centre, Raheja Centre, Nariman Point, Bombay-400021.
3. Industrial Credit & Investment Corporation of India (ICICI)	163, Backbay Reclamation, Bombay-400020/25.
4. Apple Industries Ltd.	38/39, Rajgir Chambers, 4th Floor, Opp. Old Custom House, Shahid Bhagat Singh Road, Fort, Bombay-400023.
5. Ceat Financial Services Ltd. . . .	102, Maker Chambers III, 10th Floor, Nariman Point, Bombay-400021.
6. Credit Capital Finance Corporation Ltd. .	Allahabad Bank Building Apollo Street, Bombay-400023.
7. Investment Trust of India Ltd. . . .	"Mashkur Building", 1, Krishnama Road, Madras-600034.
8. Gujarat Lease Financing Services Ltd. .	Hasubhai Chambers, Opp. Town Hall, Ellis Bridge, Ahmedabad-380006.

1	2
9. Overseas Sanmar Financial Services Ltd.	8, Cathedral Road, Madras-600086.
10. Nagarjuna Finance Ltd.	44, Free Press House, Nariman Point, Bombay-400021.
11. SRF Finance Ltd.	AB/4, Safdarjung Enclave, New Delhi-110029.
12. Vysya Bank	72, St. Mark's Road, Bangalore-560001.
13. Classic Financial Services Ltd.	Poonam Building, First Floor, 5/2, Russel Street, Calcutta-700071.
14. First Leasing Company, of India Ltd.	749, Mount Road, Madras-600002.

Government Officials relatives employed in Foreign Banks

1914. SHRI J.S. RAJU:
SHRI V. GOPALSAMY:

Will the Minister of FINANCE be pleased to state:

(a) what is the number of relatives of Government officials who were employed in the foreign banks during the last two years, year-wise and bank-wise details thereof;

(b) whether it is a fact that some of the top officials of Ministry of Finance succeeded in getting their close relatives employed in the foreign banks;

(c) whether prior permission was obtained from Government in this regard;

(d) whether Government keep a list of close relatives of Government officials employed in foreign banks;

(e) if the answer to part (d) above in the negative, what are the reasons for the same; and

(f) whether Government conducted any internal probe in this regard, if not, what are the reasons for the same?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND THE MINISTER OF STATE IN THE MINISTRY OF PARLIAMENTARY AFFAIRS (DR. ABRAR AHMED): (a) to (c) Government obtained information as on 24-9-92 from officers of the level of Joint Secretaries and above in the Central Government including Ministry of Finance about the employment of their family members (sons, daughters and spouses) with foreign banks. The details, as available, are given in the Statement (*see* below). However, yearwise informtaion is not available.

All Officers have certified through their Secretaries that normal procedure was followed and there was no impropriety in the employment of members of their families.

(d) No, Sir.

(e) and (f) There is no requirement for keeping such information.

Statement

LIST OF OFFICERS OF THE LEVEL OF JOINT SECRETARIES AND ABOVE WHOSE FAMILY MEMBERS ARE EMPLOYED IN FOREIGN BANKS IN INDIA OR ABROAD

As on 24th September, 1992

Information is for members of the family. Family is defined to include wife, sons and daughters

Sl. No.	Name	Post held	Details
(1)	(2)	(3)	(4)
	S/Shri		
1.	B.V.V.S. Murthy	Adviser (R&D), R&AW	Son, B. Somasunder Rao, employed in Mellon Bank, Pittsburg, USA.